

ENTERPRISE FUNDS



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Department of Finance & Administration



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ENTERPRISE FUNDS

The enterprise funds are used to account for operations of those state agencies and/or programs providing goods or services to the general public or a user-charge basis or where the State has decided that periodic determination of revenues earned, expenses incurred and/or income is appropriate for capital maintenance, public policy, management control, accountability or other purposes. The enterprise funds consist of the following:

Workers' Compensation Commission - This agency is responsible for providing a prompt and equitable system of compensation for injury or illness sustained during the course of employment.

Construction Assistance Revolving Loan Fund - This program is responsible for providing a perpetual fund for financing the construction of waste water treatment facilities for municipalities and other public entities.

Other Revolving Loan Funds - These programs are responsible for providing a perpetual fund for financing the planning, design, acquisition, construction, expansion, equipping, and/or rehabilitation of water systems and the financing of capitalizable educational and general projects for community and technical colleges.

Enterprise Funds Combining Balance Sheet

June 30, 2001

(Expressed in Thousands)

	Workers' Compensation Commission	Construction Assistance Revolving Loan Fund	Other Revolving Loan Funds	Total
ASSETS:				
Cash and cash equivalents	\$ 155,490	\$ 41,602	\$ 7,661	\$ 204,753
Investments		37,678		37,678
Receivables, net:				
Accounts	8,479	82		8,561
Loans		179,771	10,193	189,964
Investment related	501	702	58	1,261
Fixed assets, net	2,996		8	3,004
Other assets	<u>8,159</u>	<u>1,678</u>		<u>9,837</u>
TOTAL ASSETS	<u>\$ 175,625</u>	<u>\$ 261,513</u>	<u>\$ 17,920</u>	<u>\$ 455,058</u>
LIABILITIES AND EQUITY:				
Liabilities:				
Accounts payable	\$ 492	\$ 604	\$ 15	\$ 1,111
Accrued and other liabilities	10,281	482		10,763
Deferred revenues		3,454	293	3,747
Workers' compensation benefits payable	173,736			173,736
Capital leases	1,806			1,806
Special obligation bonds payable		<u>111,061</u>		<u>111,061</u>
Total liabilities	<u>186,315</u>	<u>115,601</u>	<u>308</u>	<u>302,224</u>
Equity:				
Retained earnings (deficit) unreserved	(10,690)	16,637	(2,137)	3,810
Contributed capital		<u>129,275</u>	<u>19,749</u>	<u>149,024</u>
Total equity (deficit)	<u>(10,690)</u>	<u>145,912</u>	<u>17,612</u>	<u>152,834</u>
TOTAL LIABILITIES AND EQUITY	<u>\$ 175,625</u>	<u>\$ 261,513</u>	<u>\$ 17,920</u>	<u>\$ 455,058</u>

Enterprise Funds

Combining Statement of Revenues, Expenses and Changes in Retained Earnings (Deficit)

For the Fiscal Year Ended June 30, 2001
(Expressed in Thousands)

	Workers' Compensation Commission	Construction Assistance Revolving Loan Fund	Other Revolving Loan Funds	Total
OPERATING REVENUES:				
Licenses, permits and fees	\$ 7,445			\$ 7,445
Investment earnings		\$ 13,005	\$ 656	13,661
Insurance tax	10,432			10,432
Other	<u>616</u>	<u>52</u>	<u>31</u>	<u>699</u>
Total Operating Revenues	<u>18,493</u>	<u>13,057</u>	<u>687</u>	<u>32,237</u>
OPERATING EXPENSES:				
General and administrative	24,253	1,328	1,730	27,311
Interest		5,903		5,903
Depreciation	174			174
Amortization	<u> </u>	<u>262</u>	<u> </u>	<u>262</u>
Total Operating Expenses	<u>24,427</u>	<u>7,493</u>	<u>1,730</u>	<u>33,650</u>
Operating Income (Loss)	<u>(5,934)</u>	<u>5,564</u>	<u>(1,043)</u>	<u>(1,413)</u>
NON-OPERATING REVENUES (EXPENSES):				
Investment earnings	8,323			8,323
Interest	<u>(124)</u>	<u> </u>	<u> </u>	<u>(124)</u>
Total Non-Operating Revenue	<u>8,199</u>	<u> </u>	<u> </u>	<u>8,199</u>
Income (Loss) Before Operating Transfers	<u>2,265</u>	<u>5,564</u>	<u>(1,043)</u>	<u>6,786</u>
OPERATING TRANSFERS -				
Operating transfers out - primary government	<u>(658)</u>	<u> </u>	<u> </u>	<u>(658)</u>
NET INCOME (LOSS)	<u>1,607</u>	<u>5,564</u>	<u>(1,043)</u>	<u>6,128</u>
RETAINED EARNINGS (DEFICIT)				
AT BEGINNING OF YEAR	<u>(12,297)</u>	<u>11,073</u>	<u>(1,904)</u>	<u>(2,318)</u>
RETAINED EARNINGS (DEFICIT)				
AT END OF YEAR	<u>\$ (10,690)</u>	<u>\$ 16,637</u>	<u>\$ (2,137)</u>	<u>\$ 3,810</u>

Enterprise Funds
Combining Statement of Cash Flows
For the Fiscal Year Ended June 30, 2001
(Expressed in Thousands)

	Workers' Compensation Commission	Construction Assistance Revolving Loan Fund	Other Revolving Loan Funds	Total
CASH FLOWS FROM OPERATING ACTIVITIES:				
Operating income (loss)	\$ (5,934)	\$ 5,564	\$ (1,043)	\$ (1,413)
Adjustments to reconcile operating income (loss) to cash provided (used) by operating activities:				
Depreciation, accretion and amortization	174	(152)	1	23
Net depreciation on investments		(1,143)		(1,143)
Loss on disposals of assets	3			3
Changes in operating assets and liabilities:				
Accounts receivable	276	58		334
Investment related receivable	1,730	157	8	1,895
Other assets	(15)	35		20
Accounts payable and accrued expenses	(9)	161	(71)	81
Workers' compensation benefits payable	3,535			3,535
Other liabilities		(15)		(15)
Net Cash Provided (Used) by Operating Activities	<u>(240)</u>	<u>4,665</u>	<u>(1,105)</u>	<u>3,320</u>
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES:				
Operating transfers out to other funds	(658)			(658)
Repayment of bonds		(3,705)		(3,705)
Interest expense	<u>(125)</u>			<u>(125)</u>
Net Cash Used by Non-Capital Financing Activities	<u>(783)</u>	<u>(3,705)</u>		<u>(4,488)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:				
Capital lease obligation	(120)			(120)
Loan cost of issuance paid by borrowers			137	137
Proceeds from grants		8,351	5,741	14,092
Acquisition of capital assets	<u>(39)</u>			<u>(39)</u>
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(159)</u>	<u>8,351</u>	<u>5,878</u>	<u>14,070</u>
CASH FLOWS FROM INVESTING ACTIVITIES:				
Purchase of investments		(4,946)		(4,946)
Investment earnings	8,323			8,323
Proceeds from sales and maturities of investments		21,980		21,980
Loan disbursements		(16,070)	(4,727)	(20,797)
Principal repayments on loans		<u>10,770</u>	<u>182</u>	<u>10,952</u>
Net Cash Provided (Used) by Investing Activities	<u>8,323</u>	<u>11,734</u>	<u>(4,545)</u>	<u>15,512</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS	7,141	21,045	228	28,414
CASH AND CASH EQUIVALENTS:				
Beginning of year	<u>148,349</u>	<u>20,557</u>	<u>7,433</u>	<u>176,339</u>
End of year	<u><u>\$155,490</u></u>	<u><u>\$ 41,602</u></u>	<u><u>\$ 7,661</u></u>	<u><u>\$ 204,753</u></u>

